



SUPPLEMENTAL

Memorandum

TO: HONORABLE MAYOR AND
CITY COUNCIL AND CITY OF SAN
JOSE FINANCING AUTHORITY
BOARD

FROM: Julia H. Cooper

SUBJECT: REMARKETING AND
REFUNDING OF 2002 CIVIC
CENTER BONDS

DATE: May 10, 2005

Approved

Deema Satna

Date

5/11/06

SUPPLEMENTAL

REASON FOR SUPPLEMENTAL MEMORANDUM

This supplemental memorandum is to transmit the Official Statement for the proposed Series 2006A Bonds, the Remarketing Memorandum for the Series 2002C Bonds and Appendix A, which is incorporated into both offering documents. Appendix A is prepared separately by City staff and describes financial, economic and demographic information regarding the City. Appendix A is incorporated into the final version of the Official Statement/Remarketing Memorandum by disclosure counsel prior to printing and mailing to potential investors.

It should be noted that the budget information in Appendix A is from the FY 2006-07 Proposed Operating Budget, and that staff will update any budget or financial information, as well as other topics included in Appendix A, prior to the mailing of the Official Statement to reflect the most recent information available to the City. References to events which have not yet taken place but which will take place prior to publication of the offering documents have been highlighted, and will be updated as necessary.

DOCUMENTS RELATED TO THE FINANCING

As discussed in the May 5, 2006, staff report, attached is a copy of the draft Official Statement and Remarketing Memorandum, along with Appendix A, for the above-referenced financings. City staff, along with our financial advisor, bond counsel and disclosure counsel will be available at the City Council meeting on May 16, 2006, to address any questions, issues and/or concerns.

If any Councilmember has any personal knowledge that any of the material information in the Official Statement, the Remarketing Memorandum or Appendix A is false or misleading, the member must raise these issues prior to approval of the distribution of these documents.

Additionally, the following documents described in the staff report are on file in the City Clerk's Office: (i) First Supplemental Indenture of Trust; (ii) First Amendment to Project Lease; (iii) First Amendment to Memorandum of Assignment; (iv) Official Notice Inviting Bids; (v) Notice of Intention to Sell Bonds; and (vi) Continuing Disclosure Certificate.



JULIA H. COOPER
Deputy Director of Finance

For questions please contact David Persselin, Debt Administrator at (408) 535-7010.

Attachments